

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 1852 - HB 2273

March 3, 2016

SUMMARY OF BILL: Requires amendments to a local retirement or pension plan that cause a substantial change in benefits for plan participants who are 65 years of age or older, that would be considered a disadvantage to plan participants without any new comparable advantage, to be approved by a majority of such plan participants. Authorizes the legislative body of any city, town, or county to modify the provisions of any ordinance or resolution in order to comply with the provisions of this bill.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- According to the Tennessee Consolidated Retirement System (TCRS), any impact on local plans maintained by the TCRS will be not significant.
- Plan participants may reject a reduction in benefits, or an increase in contributions; thus preventing a decrease in local pension expenditures, or an increase in pension funding respectively. In the event of any such actions, benefit payments and benefit contributions would remain constant with current plan expenditures and contributions.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

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